

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 08224 101023Z

51

ACTION TRSE-00

INFO OCT-01 EA-11 ISO-00 NEA-14 EUR-25 IO-14 L-03 H-03

SP-03 AID-20 EB-11 NSC-07 RSC-01 CIEP-02 SS-20 STR-08

OMB-01 CEA-02 CIAE-00 COME-00 FRB-02 INR-10 NSAE-00

XMB-07 OPIC-12 LAB-06 SIL-01 PA-04 PRS-01 USIA-15

DRC-01 /205 W

----- 066637

R 100851Z JUL 74

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 5098

LIMITED OFFICIAL USE MANILA 8224

USADB

TREASURY FOR FINKEL

E.O. 11652: DECLAS 7/10/75

TAGS: EAID, EFIN

SUBJ: SPECIAL REQUEST FOR ORDINARY CAPITAL INCREASE

REF: MANILA 5866

1. USADB INFORMED BY PRESIDENT INOUE THAT INDONESIA INTENDS TO REQUEST SPECIAL INCREASE IN ITS ORDINARY CAPITAL CONTRIBUTION TO BECOME EFFECTIVE BEFORE END OF 1974. INDONESIAN REQUEST IS EXPECTED TO INCREASE INDONESIA'S PRESENT VOTING RIGHTS OF 2.7 PERCENT TO APPROXIMATELY 8 PERCENT OR SLIGHTLY IN EXCESS OF U.S. VOTING RIGHTS (7.584 PERCENT). PRESIDENT INDICATES UNDER SUCH CIRCUMSTANCES INDONESIA WOULD BE ENTITLED TO PERMANENT DIRECTOR'S CHAIR ON BOARD, CREATING PROBLEM FOR NEW ZEALAND WHICH NOW ROTATES DIRECTOR AND ALTERNATE POSITION WITH INDONESIA EVERY 2 YEARS. IT IS PRESIDENT'S
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 08224 101023Z

UNDERSTANDING THAT INDONESIAN CAPITAL INCREASE IN ANY

CASE WOULD NOT DISTURB PRESENT BOARD REPRESENTATION SET-UP UNTIL APRIL 1977. PRESIDENT INOUE FURTHER INDICATES IT IS POSSIBLE THAT NEW ZEALAND MAY WISH TO INCREASE ITS PARTICIPATION TO POINT WHERE IT COULD HEAD ITS OWN GROUP. UNLESS SIZE OF BOARD IS EXPANDED, THIS COULD RESULT IN DISSOLUTION OF GROUP WITH SMALLEST VOTING RIGHTS CONSISTING OF KHMER REPUBLIC, SRI LANKA, LAOS AND AFGHANISTAN.

2. WEST GERMANY IS ALSO DEFINITELY INTERESTED IN INCREASING ITS VOTING RIGHTS TO LEVEL WHICH WOULD INSURE PERMANENT (I.E. DIRECTOR OR ALTERNATE) REPRESENTATION AT ADB. PRESENTLY, WEST GERMANY ROTATING DIRECTOR AND ALTERNATE POSITION WITH U.K. AND AUSTRIA. ACCORDING TO PRESIDENT, W.GERMAN DECISION TO INCREASE HAS BEEN MADE BUT TIMING HAS NOT BEEN INDICATED BY GERMAN DIRECTOR. SULLIVAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: VOTING, DEVELOPMENT BANKS, COMMITTEE MEETINGS, STOCKS (SECURITIES), CAPITAL (FINANCE), BANK LAW
Control Number: n/a
Copy: SINGLE
Draft Date: 10 JUL 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: martinml
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974MANILA08224
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740183-0869
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740762/aaaacaqp.tel
Line Count: 78
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: MANILA 5866
Review Action: RELEASED, APPROVED
Review Authority: martinml
Review Comment: n/a
Review Content Flags:
Review Date: 08 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <08-Aug-2002 by rowelle0>; APPROVED <19 FEB 2003 by martinml>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: SPECIAL REQUEST FOR ORDINARY CAPITAL INCREASE
TAGS: EAID, EFIN, ADB-1
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005